



General Assembly

Substitute Bill No. 1110

January Session, 2013



**AN ACT CONCERNING ALTERNATIVE METHODS FOR THE
COLLECTION AND REMITTAL OF SALES AND USE TAXES.**

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. (*Effective from passage*) (a) The Commissioner of Revenue
2 Services shall analyze alternative methods to enforce and enhance the
3 collection and remittal of sales and use taxes by retailers, as required
4 pursuant to chapter 219 of the general statutes. The commissioner shall
5 consider (1) the amount of sales and use taxes that are annually
6 uncollected or consistently delinquent, (2) the availability and
7 effectiveness of such alternative methods, including any electronic
8 software available for purchase or license to assist in the collection and
9 remittal of said taxes, (3) the advisability of requiring more frequent
10 remittal of said taxes, particularly for retailers with a higher tax
11 liability, (4) the advisability of instituting a payment system whereby
12 the state may receive payment of said taxes electronically on or about
13 the date of the taxable transaction, from third-party processors of
14 consumer credit or debit card payments or electronic funds transfers,
15 (5) whether such methods should be required for all retailers, only for
16 retailers consistently delinquent in remitting said taxes, only for
17 retailers either above or below a specific dollar level of quarterly tax
18 liability, or for some combination thereof, and (6) whether such
19 methods are likely to reduce deficiencies and increase collections and
20 remittals.

21 (b) Not later than October 1, 2013, the commissioner shall report his
 22 findings and recommendations to the joint standing committee of the
 23 General Assembly having cognizance of matters relating to finance,
 24 revenue and bonding. Not later than thirty days after receiving such
 25 findings and recommendations, the committee may convene a meeting
 26 to vote to approve or disapprove such recommendations. If the
 27 committee does not act on the recommendations within such thirty
 28 days, the recommendations shall be deemed to be approved by the
 29 committee.

30 (c) Not later than January 1, 2014, the commissioner shall commence
 31 implementation of such alternative methods of collection and remittal
 32 of sales and use taxes as have been recommended by the commissioner
 33 and approved by the committee, as provided in subsection (b) of this
 34 section.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>from passage</i>	New section

FIN *Joint Favorable Subst.*